



State of Utah
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

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S/001/028

June 8, 1995

Gary Mullard
Northern Stone Supply, Inc.
P. O. Box 249
Oakley, Idaho 83346

Re: Notice of Intention to Commence Small Mining Operations, Red Hill #1 Project,
S/001/028, Beaver County, Utah

Dear Mr. Mullard:

On March 3, 1995, this Division received a copy of your Notice of Intention to Commence Small Mining Operations from the BLM's Beaver River Resource Area. The application for the proposed Red Hill #1 Project, located in the SE 1/4 of Section 20, T30S, R14W, SLBM, Beaver County, Utah is complete and no additional information is required at this time.

As you are aware, this project was operated by Eugene Hodges. Based upon the quit claim deed between the Hodges and you for this property, we accept your notice showing Northern Stone Supply Incorporated as the new owner of this project, and therefore, all reclamation liability for the site will be the responsibility of Northern Stone Supply Incorporated. By copy of this letter, we hereby formally release Eugene Hodges from any further reclamation liability for this site.

For your reference, I have enclosed copies of our summarized rules regarding "Operation and Reclamation Practices", and the statutory penalty for failure to reclaim a minesite (SMO-1). Please give special consideration to item #10 of the "Operation and Reclamation Practices. Stockpiling topsoil material prior to beginning your mining operation will help ensure successful revegetation efforts upon final reclamation of the minesite. If the area being mined is a solid rock outcrop, or if the land surface is very rocky, then soil stockpiling is probably not possible. However, even the first few inches of undeveloped material is worth saving to aid in later revegetation efforts, and future regulatory release from reclamation requirements.

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Should you wish to expand your operation beyond the five (5) acre limitation, please notify this office as soon as possible to discuss the necessary permitting requirements.

Thank you for your cooperation. When in the area, a member of the Division staff will examine the site. Best wishes with your mining operation.

Sincerely,

A handwritten signature in black ink, appearing to read "Tom Munson", with a long horizontal flourish extending to the right.

Tom Munson
Reclamation Hydrologist

jb
Enclosure

cc: Eugene Hodges, former owner/operator
Arthur Tait, BLM, Beaver River RA (UTU-72219)
Minerals File

S001028.